

## The Emily Hall Tremaine Foundation, Inc.

## Statements of Financial Position - Modified Cash Basis

December 31, 2003 and 2002

	<u>Assets</u>	
	<u>2003</u>	<u>2002</u>
Current assets:		
Cash and cash equivalents	\$ 2,112,792	4,323,142
Prepaid excise taxes	4,091	9,526
Total current assets	<u>2,116,883</u>	<u>4,332,668</u>
Office equipment, net	88,932	97,121
Investments, at market value (cost: \$78,961,589 and \$79,168,111 in 2002 and 2001, respectively):		
Money market funds	3,471,649	527,475
U.S. Government and corporate fixed income securities	11,505,259	14,510,983
Common stocks	33,628,403	30,534,423
Preferred stocks	1,179,972	-
Limited partnerships	15,630,110	14,230,475
Mutual funds	17,150,290	11,510,258
Total investments	<u>82,565,683</u>	<u>71,313,614</u>
Total assets	<u>\$ 84,771,498</u>	<u>75,743,403</u>
	<u>Net Assets</u>	
Deferred Excise Taxes	\$ 36,041	
Unrestricted net assets	\$ 84,735,457	75,743,403
Commitments and contingencies (notes 3, 4 and 5)	<u>-</u>	<u>-</u>
Total net assets	<u>\$ 84,771,498</u>	<u>75,743,403</u>

See accompanying notes to review financial statements and accountants' report.

## The Emily Hall Tremaine Foundation, Inc.

## Statements of Activities - Modified Cash Basis

Years Ended December 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Changes in unrestricted net assets:		
Revenues and gains (losses):		
Dividend and interest income	\$ 1,828,305	2,173,855
Realized losses from sale of investments	(249,021)	(13,487,115)
Unrealized gains (losses) on investments	11,458,591	1,474,447
Total revenues and losses	<u>13,037,875</u>	<u>(9,838,813)</u>
Expenses paid:		
Contributions	3,121,852	3,214,895
Investment manager trustee fees	283,609	243,164
Administrative expenses:		
Payroll/payroll taxes/benefits	348,624	528,446
Professional fees	9,625	20,748
Office expense	56,576	69,048
Consultants	71,448	72,848
Dues, fees and subscriptions	11,501	14,217
Travel and meeting expenses	52,742	71,424
Special projects	29,037	68,510
Depreciation expense	9,331	6,974
Total expenses paid	<u>3,994,345</u>	<u>4,310,274</u>
Deficiency of revenues and losses over expenses before excise taxes	9,043,530	(14,149,087)
Excise tax provision	<u>51,476</u>	<u>19,297</u>
Decrease in unrestricted net assets	8,992,054	(14,168,384)
Net assets, beginning of year	<u>75,743,403</u>	<u>89,911,787</u>
Net assets, end of year	<u>\$ 84,735,457</u>	<u>75,743,403</u>

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## The Emily Hall Tremaine Foundation, Inc.

## Statements of Cash Flows - Modified Cash Basis

Years Ended December 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Cash flows from operating activities:		
Changes in unrestricted net assets	\$ 8,992,054	(14,168,384)
Adjustments to reconcile changes in unrestricted net assets to net cash used by operating activities:		
Net realized losses on investments	249,021	13,487,115
Net unrealized (gains) losses on investments	(11,458,591)	(1,474,447)
Depreciation	9,331	6,974
Changes in assets and liabilities:		
Decrease in prepaid excise taxes	5,435	
Increase in deferred excise taxes	36,041	19,297
Total adjustments	<u>(11,158,763)</u>	<u>12,038,939</u>
Net cash used by operating activities	<u>(2,166,709)</u>	<u>(2,129,445)</u>
Cash flows from investing activities:		
Capital expenditures	(1,142)	(21,041)
Sales (purchases) of investments, net	<u>(42,499)</u>	<u>2,876,155</u>
Net cash provided by investing activities	<u>(43,641)</u>	<u>2,855,114</u>
Net increase in cash and cash equivalents	(2,210,350)	725,669
Cash and cash equivalents at beginning of year	<u>4,323,142</u>	<u>3,597,473</u>
Cash and cash equivalents at end of year	<u><u>\$ 2,112,792</u></u>	<u><u>4,323,142</u></u>

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